G. R. S. 59] GPB—15,000 20-12-13

GENERAL AND REVENUE SECRETARIAT.

1913.
Banking

File No.

Serial Nos. 25

Papers Filed.

Month July 1914

SUBJECT.

Deputation of ~~an auditor~~ Mrs K. R. Krishnaraya Iyengar for auditing the accounts of the Mysore Bank.

as at 31st Dec 1913

PREVIOUS REFERENCES.	LATER REFERENCES.
	S.F. 58-1588 607, B. Apr " 34-16 (1,2,3,4,647) S.F. 16-17 85 2833, B. Apr

G.R.S. 11] 1913-14

GENERAL AND REVENUE SECRETARIAT.

(Banking

NOTES.

File No. 19

FILE HEADING.

Bank of Mysore

From The Comptroller

No. 4577 B&R/643 Dated 24-1-14 Received

Diary No. 2871	Enclos.	Spare Copies.	Serial No.

BRIEF ABSTRACT OF LETTER.

Forwards copy of the audit report of the Mysore Bank

NOTES AND ORDERS.

R. S. 12]

General and Revenue Secretariat. | B | File No. 19 | of 1913.

Serial No.

From the Comptroller

No. 4577/B&R 643 d. 24.1.1914.

Reports that he deputed Mr. K.R. Krishnaswami Iyer for the ~~audit~~ work of auditing the accounts of the Mysore Bank Ltd in compliance with Govt order of 9.12 and forwards a copy of his report for the information of Govt.

The auditor's report is being dealt with in the Banking section. No action is called for on this papers - If approved this may be filed.

9/3/1914

Has he endorsing to show whether the cheques for balances closed accounts of anyone also checked in detail.

8.8.14

~~for H.H. the Dewan~~ ~~for Secretary~~

Forwarded unofficially ~~& by order~~ for favour of noting the information

By order

13.3.14

for Secretary

GPR—5,000—26-2-14.

R. S. 12]

General and Revenue Secretariat.

13 File No. 19 of 1913

Serial No.

I do not remember any closed ledger accounts having been scrutinised.
16-3-1914. H.E. Richmond Accountant Surveyor

Transfer to Banking Section Please put up with the other file.
E.
16/3/14

16/3/14
Initial & subd.
1st SW
20/4

This is a point worthy of note. There was a matter of fact ledger head not appearing in the balance sheet or a matter of that subsidiary ledger H.O. are not aware of all Circles & the Auditors but it seems best that the closed heads are the most mischievous as they can easily be reversed after the auditors & others way about & made to take different views of debits. It is therefore necessary that every detailed ledger head should be scrutinised and reconciled with the subsidiary ledger & not the Cash book whether the items appear on the balance sheet or not?

mean that every voucher every ledger should be checked verse to original vouchers & initial entries in cash book &c?

NOTE—Contn. sheet.

GPB—60,000—7-11-13

Yes & initial the Comptroller
20/6/14 20/6 Hsecy)

General and Revenue Secretariat. | File No. | of 191

Serial No.

What time do you think would take to check the accounts of the Bank in that way?

Is such an audit done anywhere?

I agree that it is desirable to do so but I doubt whether it would be practicable. M 4/7

as compared with the Ledger Heads which show a balance and consequently appear in the Balance Sheet the number of closed heads which do not appear in the balance Sheet is not very large and it is possible to check these latter in the same way as the other ledger heads without any appreciable increase in expenditure of time or labour. It is of course not possible to examine and verify all transactions but a comparison of all ledger balances with those of the subsidiary registers is quite possible and, I may say, has been done in the course of the audit of the accounts from April to June 1914.

H Adam Smith 6.7.14.

ation of all transactions being impossible a few typical ledger heads should be selected & all transactions under them should be thoroughly scrutinized with reference to original documents or Registers.

Comptr

Seen M 6/7

NOTE—Contn. sheet.

GPB—60,000—7-11-13

6/5 H/C 7/7 File 8/7/14 6/7 [illegible]

It is requested that in future communications on the subject, the No. and date of this letter, and the distinguishing letters below the number as given opposite, may be quoted and addressed to the Comptroller, Mysore Government.

No. 4577 E 2
Bk&L 643.

OFFICE OF THE COMPTROLLER, MYSORE GOVERNMENT,

Dated Bangalore, the 24th January 1914.

26

FROM Dewan Bahadur

J. S. CHAKRAVARTI, ESQ., M.A.,
F.R.A.S., etc.,
Comptroller to the Government of
His Highness the Maharaja of Mysore.

DIARY No. 287

To

K. R. Srinivasa Iyengar ESQ., M.A.,
Secretary to the Government of Mysore,
General and Revenue *Department.*

2 5 a

SIR,

With reference to Government Order No.Fl.2657-8/G.F.70-13-3 dated the 19th December 1913 authorising me to depute one of the Assistant Comptrollers of my Office for auditing the accounts of the Mysore Bank Ltd., I have the honour to state that I deputed Mr.K.R. Krishnasami Iyengar for the work and to forward herewith a copy of his report for the information of Government.

I have the honour to be,

Sir,

Your most obedient Servant,

J. S. Chakravarti

Comptroller.

Rec.—Gl. 17]

....Department.

1914.

FROM

J. S. CHAKRAVARTI, ESQ., M.A.,
F.R.A.S., etc.,
Comptroller to the Govt. of
H. H. the Maharaja of Mysore.

To

....ESQ.,

ecretary to the Govt. of Mysore,

.....*Dept.*

Dated

Despatched 26 - 4 - 14

Received

No. 4577 &c.
AR 643

Subject matter.

Forwarding audit Report
of Mysore Bk. L^d - Submitted
by Mr. K. Krishnamurthy
Iyengar.

REPORT OF THE DIRECTORS

THE BANK OF MYSORE, LIMITED,

TO BE PRESENTED TO THE SHAREHOLDERS AT THE

ORDINARY GENERAL MEETING

TO BE HELD AT

THE REGISTERED OFFICES OF THE BANK IN BANGALORE,

ON

FRIDAY, 30th JANUARY, 1914,

AT 5 P.M. PRECISELY.

The Directors submit herewith the Audited Balance Sheet and Profit and Loss Statement up to the 31st December 1913.

The Bank was registered on the 19th May 1913, and was opened for business on the 2nd October 1913. The Banking operations thus cover a period of three months; but owing to the Dasara Festivities in October business during that month was only nominal.

The succeeding months were not propitious times for a newly started Bank. The severe Banking crisis in Upper India and Bombay naturally created in the minds of the public a general feeling of uneasiness, and operated as a check to free Banking business. Under these disturbing conditions, the Directors consider the progress made by the Bank, and the result of the three months' working, as satisfactory.

The Directors propose to apply the balance at credit of Profit and Loss Account, *viz.*, Rs. 2,891-13-5 in reduction of Preliminary Expenses Account.

The Bank's Accounts have been thoroughly audited by Messrs. Fraser & Ross, Chartered Accountants of Madras, and by Mr. K. R. Krishnaswami Iyengar, Assistant Comptroller, on behalf of the Government of Mysore.

The Directors beg to report that Agencies of the Bank have been opened at Channapatna, Davangere and Tiptur.

By Order of the Board,

W. C. ROSE,

Manager.

THE BANK OF MYSORE, LIMITED,
Avenue Road, Bangalore City.
8th January 1914.

N.B.—Should you be unable to attend the meeting, or any adjournment thereof, please sign the enclosed Proxy Paper, which must be lodged at the Bank forty-eight hours before the time fixed for the meeting.

[P.T.O.

THE BANK. O

BALANCE SHEET

LIABILITIES.

Capital—	Rs.	A.	P.	Rs.	A. P.
Authorised 20,000 shares of Rs. 100 each	20,00,000	0	0		
Subscribed 20,000 shares of Rs. 100 each on which Rs. 30 per share has been called up	6,00,000	0	0		
Less unpaid calls	3,065	0	0		
				5,96,935	0 0
Deposits—					
Mysore Government Deposits	2,95,000	0	0		
Fixed deposits	52,999	14	0		
Savings Bank deposits	14,020	13	1		
Current and other accounts	76,267	10	2		
				4,38,288	5 3
Profit and Loss Account—					
Balance at credit				2,891	13 5
				10,38,115	2 8

K. P. PUTTANNA CHETTY,
B. P. ANNASAMI MUDALIAR,
M. CHENGIAH CHETTY,
B. K. GARUDACHAR,
Directors.

REPORT OF THE AUDITORS TO THE

We have examined and compared the above Balance Sheet of the Bank of Mysore, Limited, with the book properly drawn up so as to exhibit a true and correct view of the Company's affairs according to the best of our and explanations we have required. We have verified the correctness of the Cash Balances, examined the Securities

We further certify that the above Balance Sheet is drawn in conformity with the law.

BANGALORE, *8th January 1914.*

PROFIT AND LOSS ACC

EXPENDITURE.

	Rs.	A.	P.
To Establishment Account	4,546	8	5
„ Directors Fees and Travelling	961	2	0
„ Office Rent	225	0	0
„ Stationery	267	15	5
„ Depreciation on Furniture	187	12	8
„ Advertisements and Printing	397	7	1
„ Postage and Stamps	213	15	10
„ Brokerage, Telegrams and other miscellaneous expenses	149	12	10
„ Balance carried to balance sheet	2,891	13	5
	9,841	7	8

LIMITED.

31ST DECEMBER, 1913.

ASSETS.

	Rs.	A.	P.	Rs.	A.	P.
Cash and Investments—						
Cash on hand	72,898	6	5			
Cash with other Banks	1,25,728	7	10			
Cash at Agencies	35,096	2	6			
Cash at Mysore Government Treasuries	49,493	4	8			
On Fixed Deposit with the Bank of Madras	1,25,613	6	0			
On Fixed Deposit with the Eastern Bank, Limited ...	1,00,650	1	10			
				5,09,479	13	3
Loans, Cash Credits and Overdrafts—						
Debts considered good for which the Bank holds bills or other securities	3,54,378	3	1			
Debts considered good for which the Bank holds no security being temporary overdrafts	4,005	8	6			
Debts considered good due by Directors or firms in which they are partners	31,601	11	6			
				3,89,985	7	1
Bills Discounted—						
On account of public	95,900	0	0			
On account of firms in which Directors are partners ...	25,000	0	0			
				1,20,900	0	0
(Bills for Rs. 10,000 have since run off.)						
Office Furniture and Safes	✓			4,982	15	6
Preliminary expenses	7,617	9	9			
Less proportion of Mysore Government contribution ...	3,073	13	3			
				4,543	12	6
Books and Stationery				1,419	13	0
Adjusting account—						
Mysore Government contribution	6,548	10	4			
Sundry prepaid items	254	11	0			
				6,803	5	4
				10,38,115	2	8

W. C. ROSE, *Manager.*

ERS OF THE BANK OF MYSORE, LIMITED.

nd vouchers relating thereto as at 31st December 1913, and certify that in our opinion it is a full and fair Balance Sheet and the explanations given to us and as shown by the books of the Company. We have obtained all the information : Loans and Accounts of credit and the Bank's Investments.

FRASER & ROSS, *Chartered Accountants.* } *Auditors.*

TO 31ST DECEMBER, 1913.

RECEIPTS.

	Rs.	A.	P.	Rs.	A.	P.
By Interest, Commission and Discount after allowing for rebate on Bills not matured and Interest to Depositors...				6,366	10	7
By Government contribution (receivable)	6,548	10	4			
Less proportion credited to Preliminary Expenses	3,073	13	3			
				3,474	13	1
				9,841	7	8

The Bank of Mysore, Limited.

REPORT OF THE DIRECTORS

TO THE

SHAREHOLDERS

At the Ordinary Meeting to be held on Friday, the 30th January, 1914.

NOTICE IS HEREBY GIVEN, that an ORDINARY GENERAL MEETING of this Company will be held at the Registered Offices of the Bank, *on Friday, 30th January, 1914, at 5 p.m., precisely*, to receive the Report of the Directors, and the Accounts as on the 31st December 1913, and to transact any other business which may be brought before the meeting in connection therewith.

By Order of the Board,

W. C. ROSE,
Manager.

AVENUE ROAD,
BANGALORE CITY,
8th January 1914.

Government Press, Bangalore—1914.

Report of audit of Accounts of the Mysore Bank Ltd.

I under orders of the Co associated with the Govt Chamber Ltd of Com. audit of the accts of the Mysore Bank Ltd in the 1st & 2nd instant. The Cash balance, the securities for loans, bills discounted, cash credits, current acct overdrawals, & the Bank's investments were all examined in detail, & the position of the Bank as indicated in the enclosed copy of the Balance sheet was tallied with reference to the ledger balances & accounts connected therewith.

I have also satisfied myself that the following conditions imposed by Govt have been complied with:—

(1) The Bank should employ or invest or otherwise utilize at least 50 per cent of the Capital, Deposits & other funds at the disposal of the Bank within the limits of the Mysore State including the Civil & Cantt Station.

(2) The Bank should not engage in or enter into operations connected with foreign exchange.

(3) The Bank should not lend money on the security of immovable property

As regards (3) there have been several cases in which title deeds of immovable property have been deposited as Collateral security but in no instance has any loan been issued merely on the security of immovable property

(Sgd) K. Q Krishnaswami
Agent

Bangalore
23-1-1914